

Label
(See instructions.)

Use the IRS label.
Otherwise, please print or type.

Presidential Election Campaign

For the year Jan 1 - Dec 31, 2008, or other tax year beginning , 2008, ending , 20		OMB No. 1545-0074
Your first name MI Last name J. CRAIG JAMES	Your social security number	
If a joint return, spouse's first name MI Last name MARILYN JAMES	Spouse's social security number	
Home address (number and street). If you have a P.O. box, see instructions. Apartment no.		You must enter your social security number(s) above. ▲
City, town or post office. If you have a foreign address, see instructions. State ZIP code		
Check here if you, or your spouse if filing jointly, want \$3 to go to this fund? (see instructions)		<input type="checkbox"/> You <input type="checkbox"/> Spouse

Filing Status

1 <input type="checkbox"/> Single	4 <input type="checkbox"/> Head of household (with qualifying person). (See instructions.) If the qualifying person is a child but not your dependent, enter this child's name here. ▶
2 <input checked="" type="checkbox"/> Married filing jointly (even if only one had income)	
3 <input type="checkbox"/> Married filing separately. Enter spouse's SSN above & full name here. ▶	5 <input type="checkbox"/> Qualifying widow(er) with dependent child (see instructions)

Check only one box.

Exemptions

6a ☒ Yourself. If someone can claim you as a dependent, do not check box 6a

b ☒ Spouse

c Dependents:		(2) Dependent's social security number	(3) Dependent's relationship to you	(4) <input checked="" type="checkbox"/> if qualifying child for child tax credit (see instrs)	No. of children on 6c who: • lived with you • did not live with you due to divorce or separation (see instrs) Dependents on 6c not entered above Add numbers on lines above
(1) First name	Last name				
CAYLIN A.	JAMES		DAUGHTER	<input type="checkbox"/>	3
ADAM	JAMES		SON	<input type="checkbox"/>	
J. ANDREW	JAMES		SON	<input type="checkbox"/>	
d Total number of exemptions claimed					5

If more than four dependents, see instructions.

Income

7 Wages, salaries, tips, etc. Attach Form(s) W-2	7	315,346.
8a Taxable interest. Attach Schedule B if required.	8a	44,755.
b Tax-exempt interest. Do not include on line 8a. STMT. 3.	8b	14.
9a Ordinary dividends. Attach Schedule B if required	9a	50,799.
b Qualified dividends (see instrs).	9b	158.
10 Taxable refunds, credits, or offsets of state and local income taxes (see instructions)	10	3,983.
11 Alimony received.	11	
12 Business income or (loss). Attach Schedule C or C-EZ.	12	275,092.
13 Capital gain or (loss). Att Sch D if reqd. If not reqd, ck here.	13	961,354.
14 Other gains or (losses). Attach Form 4797	14	
15a IRA distributions	15a	17,805.
b Taxable amount (see instrs)	15b	0.
16a Pensions and annuities.	16a	
b Taxable amount (see instrs)	16b	
17 Rental real estate, royalties, partnerships, S corporations, trusts, etc. Attach Schedule E.	17	-316,145.
18 Farm income or (loss). Attach Schedule F.	18	-7,654.
19 Unemployment compensation.	19	
20a Social security benefits.	20a	
b Taxable amount (see instrs)	20b	
21 Other income	21	
22 Add the amounts in the far right column for lines 7 through 21. This is your total income	22	1,327,530.

Adjusted Gross Income

23 Educator expenses (see instructions).	23	
24 Certain business expenses of reservists, performing artists, and fee-basis government officials. Attach Form 2106 or 2106-EZ	24	
25 Health savings account deduction. Attach Form 8889	25	
26 Moving expenses. Attach Form 3903.	26	
27 One-half of self-employment tax. Attach Schedule SE	27	3,581.
28 Self-employed SEP, SIMPLE, and qualified plans.	28	
29 Self-employed health insurance deduction (see instructions).	29	
30 Penalty on early withdrawal of savings.	30	
31a Alimony paid b Recipient's SSN.	31a	
32 IRA deduction (see instructions).	32	
33 Student loan interest deduction (see instructions).	33	
34 Tuition and fees deduction. Attach Form 8917.	34	
35 Domestic production activities deduction. Attach Form 8903	35	
36 Add lines 23 - 31a and 32 - 35	36	3,581.
37 Subtract line 36 from line 22. This is your adjusted gross income	37	1,323,949.

Tax and Credits

38 Amount from line 37 (adjusted gross income) 38 1,323,949.

39a Check if: ☐ You were born before January 2, 1944, ☐ Blind. ☐ Spouse was born before January 2, 1944, ☐ Blind. Total boxes checked 39a

b If your spouse itemizes on a separate return, or you were a dual-status alien, see instrs and ck here 39b

c Check if standard deduction includes real estate taxes or disaster loss (see instructions). 39c

Standard Deduction for —

• People who checked any box on line 39a, 39b, or 39c or who can be claimed as a dependent, see instructions.

• All others:

Single or Married filing separately, \$5,450

Married filing jointly or Qualifying widow(er), \$10,900

Head of household, \$8,000

40 Itemized deductions (from Schedule A) or your standard deduction (see left margin) 40 697,334.

41 Subtract line 40 from line 38. 41 626,615.

42 If line 38 is over \$119,975, or you provided housing to a Midwestern displaced individual, see instructions. 42 11,665.

43 Taxable income. Subtract line 42 from line 41. 43 614,950.

If line 42 is more than line 41, enter -0-.

44 Tax (see instrs). Check if any tax is from: a ☐ Form(s) 8814 44 100,934.b ☐ Form 4972 45 16,601.

45 Alternative minimum tax (see instructions). Attach Form 6251. 45 117,535.

46 Add lines 44 and 45. 46

47 Foreign tax credit. Attach Form 1116 if required. 47

48 Credit for child and dependent care expenses. Attach Form 2441. 48

49 Credit for the elderly or the disabled. Attach Schedule R. 49

50 Education credits. Attach Form 8863. 50

51 Retirement savings contributions credit. Attach Form 8880. 51

52 Child tax credit (see instructions). Attach Form 8901 if required. 52

53 Credits from Form: a ☐ 8396 b ☐ 8839 c ☐ 5695. 5354 Other crs from Form: a ☐ 3800 b ☐ 8801 c ☐ 54

55 Add lines 47 through 54. These are your total credits. 55

56 Subtract line 55 from line 46. If line 55 is more than line 46, enter -0-. 56 117,535.

57 Self-employment tax. Attach Schedule SE. 57 7,162.

58 Unreported social security and Medicare tax from Form: a ☐ 4137 b ☐ 8919. 58

59 Additional tax on IRAs, other qualified retirement plans, etc. Attach Form 5329 if required. 59

60 Additional taxes: a ☐ AEIC payments b ☐ Household employment taxes. Attach Schedule H. 60

61 Add lines 56-60. This is your total tax. 61 124,697.

Other Taxes**Payments**

If you have a qualifying child, attach Schedule EIC.

62 Federal income tax withheld from Forms W-2 and 1099. 62 72,266.

63 2008 estimated tax payments and amount applied from 2007 return. 63

64a Earned income credit (EIC). 64a

b Nontaxable combat pay election. 64b

65 Excess social security and tier 1 RRTA tax withheld (see instructions). 65

66 Additional child tax credit. Attach Form 8812. 66

67 Amount paid with request for extension to file (see instructions). 67 65,000.

68 Credits from Form: a ☐ 2439 b ☐ 4136 c ☐ 8801 d ☐ 8885. 68

69 First-time homebuyer credit. Attach Form 5405. 69

70 Recovery rebate credit (see worksheet). 70

71 Add lines 62 through 70. These are your total payments. 71 137,266.

Refund

Direct deposit? See instructions and fill in 73b, 73c, and 73d or Form 8888.

72 If line 71 is more than line 61, subtract line 61 from line 71. This is the amount you overpaid. 72 12,569.

73a Amount of line 72 you want refunded to you. If Form 8888 is attached, check here. 73a 11,142.

b Routing number. XXXXXXXXXXXX c Type: ☐ Checking ☐ Savings

d Account number. XXXXXXXXXXXXXXXXXXXXXXXXXX

74 Amount of line 72 you want applied to your 2009 estimated tax. 74

Amount You Owe

75 Amount you owe. Subtract line 71 from line 61. For details on how to pay, see instructions. 75

76 Estimated tax penalty (see instructions). 76 1,427.

Third Party DesigneeDo you want to allow another person to discuss this return with the IRS (see instructions)? ☒ Yes. Complete the following. ☐ No

Designee's name: PREPARER Phone no. Personal identification number (PIN)

Sign Here

Joint return? See instructions. Keep a copy for your records.

Under penalties of perjury, I declare that I have examined this return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Your signature Date Your occupation Daytime phone number

Spouse's signature. If a joint return, both must sign. Date Spouse's occupation

HOMEMAKER

Paid Preparer's Use Only

Preparer's signature Date Check if self-employed Preparer's SSN or PTIN

Firm's name (or yours if self-employed) WAGNER, EUBANK & NICHOLS, LLP

address, and ZIP code 5950 BERKSHIRE, #300 EIN

DALLAS, TX 75225 Phone no. (214) 692-6800

Form **2210**Department of the Treasury
Internal Revenue Service**Underpayment of
Estimated Tax by Individuals, Estates, and Trusts**▶ See separate instructions.
▶ Attach to Form 1040, 1040A, 1040NR, 1040NR-EZ, or 1041.

OMB No. 1545-0140

2008Attachment
Sequence No. **06**

Name(s) shown on tax return

Identifying number

J. CRAIG AND MARILYN JAMES**Do You Have To File Form 2210?**

Complete lines 1 through 7 below. Is line 7 less than \$1,000?	Yes	Do not file Form 2210. You do not owe a penalty.
No		
Complete lines 8 and 9 below. Is line 6 equal to or more than line 9?	Yes	You do not owe a penalty. Do not file Form 2210 (but if box E in Part II applies, you must file page 1 of Form 2210).
No		
You may owe a penalty. Does any box in Part II below apply?	Yes	You must file Form 2210. Does box B, C, or D apply?
No		
	No	
	Yes	You must figure your penalty.
Do not file Form 2210. You are not required to figure your penalty because the IRS will figure it and send you a bill for any unpaid amount. If you want to figure it, you may use Part III or Part IV as a worksheet and enter your penalty amount on your tax return, but do not file Form 2210.		You are not required to figure your penalty because the IRS will figure it and send you a bill for any unpaid amount. If you want to figure it, you may use Part III or Part IV as a worksheet and enter your penalty amount on your tax return, but file only page 1 of Form 2210.

Part I Required Annual Payment (see instructions)

1 Enter your 2008 tax after credits from Form 1040, line 56 (see instructions if not filing Form 1040).....	1	117,535.
2 Other taxes, including self-employment tax (see instructions).....	2	7,162.
3 Refundable credits. Enter the total of your earned income credit, additional child tax credit, credit for federal tax paid on fuels, health coverage tax credit, refundable credit for prior year minimum tax, first-time homebuyer credit, and recovery rebate credit.....	3	0.
4 Current year tax. Combine lines 1, 2, and 3. If less than \$1,000, you do not owe a penalty; do not file Form 2210	4	124,697.
5 Multiply line 4 by 90% (.90).....	5	112,227.
6 Withholding taxes. Do not include estimated tax payments. (see instructions).....	6	72,266.
7 Subtract line 6 from line 4. If less than \$1,000, you do not owe a penalty; do not file Form 2210	7	52,431.
8 Maximum required annual payment based on prior year's tax (see instructions).....	8	275,635.
9 Required annual payment. Enter the smaller of line 5 or line 8.....	9	112,227.

Next: Is line 9 more than line 6?

- ☐ **No.** You **do not** owe a penalty. **Do not file Form 2210** unless box **E** below applies.
- ☒ **Yes.** You may owe a penalty, but **do not file Form 2210** unless one or more boxes in Part II below applies.
- If box **B, C, or D** applies, you must figure your penalty and file Form 2210.
 - If only box **A** or **E** (or both) applies, file only page 1 of Form 2210. You are **not** required to figure your penalty; the IRS will figure it and send you a bill for any unpaid amount. If you want to figure your penalty, you may use Part III or IV as a worksheet and enter your penalty on your tax return, but **file only page 1 of Form 2210.**

Part II Reasons for Filing. Check applicable boxes. If none apply, **do not file Form 2210.**

- A** ☐ You request a **waiver** (see instructions) of your entire penalty. You must check this box and file page 1 of Form 2210, but you are not required to figure your penalty.
- B** ☐ You request a **waiver** (see instructions) of part of your penalty. You must figure your penalty and waiver amount and file Form 2210.
- C** ☐ Your income varied during the year and your penalty is reduced or eliminated when figured using the **annualized income installment method**. You must figure the penalty using Schedule AI and file Form 2210.
- D** ☐ Your penalty is lower when figured by treating the federal income tax withheld from your income as paid on the dates it was actually withheld, instead of in equal amounts on the payment due dates. You must figure your penalty and file Form 2210.
- E** ☐ You filed or are filing a joint return for either 2007 or 2008, but not for both years, and line 8 above is smaller than line 5 above. You must file page 1 of Form 2210, but you are **not** required to figure your penalty (unless box **B, C, or D** applies).

BAA For Paperwork Reduction Act Notice, see separate instructions.

Form 2210 (2008)

Part III Short Method**Can you Use the Short Method?**

You may use the short method if:

- You made no estimated tax payments (or your only payments were withheld federal income tax), **or**
- You paid the same amount of estimated tax on each of the four payment due dates.

Must You Use the Regular Method?

You must use the regular method (Part IV) instead of the short method if:

- You made any estimated tax payments late,
- You checked box **C** or **D** in Part II, **or**
- You are filing Form 1040NR or 1040NR-EZ and you did not receive wages as an employee subject to U.S. income tax withholding.

Note: If any payment was made earlier than the due date, you may use the short method, but using it may cause you to pay a larger penalty than the regular method. If the payment was only a few days early, the difference is likely to be small.

10	Enter the amount from Form 2210, line 9.	10	112,227.
11	Enter the amount, if any, from Form 2210, line 6.	11	72,266.
12	Enter the total amount, if any, of estimated tax payments you made.	12	
13	Add lines 11 and 12.	13	72,266.
14	Total underpayment for year. Subtract line 13 from line 10. If zero or less, stop here; you do not owe the penalty. Do not file Form 2210 unless you checked box E in Part II.	14	39,961.
15	Multiply line 14 by .03571.	15	1,427.
16	<ul style="list-style-type: none"> • If the amount on line 14 was paid on or after 4/15/09, enter -0-. • If the amount on line 14 was paid before 4/15/09, make the following computation to find the amount to enter on line 16. 		
	Amount on line 14 x Number of days paid before 4/15/09 x .00014.	16	0.
17	Penalty. Subtract line 16 from line 15. Enter the result here and on Form 1040, line 76; Form 1040A, line 48; Form 1040NR, line 74; Form 1040NR-EZ, line 26; or Form 1041, line 26. Do not file Form 2210 unless you checked a box in Part II.	17	1,427.

Form 2210 (2008)

SCHEDULE A
(Form 1040)

Department of the Treasury
Internal Revenue Service (99)

Itemized Deductions

► Attach to Form 1040.
► See Instructions for Schedule A (Form 1040).

OMB No. 1545-0074

2008

Attachment
Sequence No. **07**

Name(s) shown on Form 1040

Your social security number

J. CRAIG AND MARILYN JAMES

Medical and Dental Expenses	Caution. Do not include expenses reimbursed or paid by others.			
1	Medical and dental expenses (see instructions).....	1		
2	Enter amount from Form 1040, line 38..... 2			
3	Multiply line 2 by 7.5% (.075).....	3		
4	Subtract line 3 from line 1. If line 3 is more than line 1, enter -0-.....	4		0.
Taxes You Paid	5 State and local (check only one box):			
	a <input checked="" type="checkbox"/> Income taxes, or	5	22,244.	
	b <input type="checkbox"/> General sales taxes	6	21,023.	
	6 Real estate taxes (see instructions).....	7		
	7 Personal property taxes.....	8		
(See instructions.)	8 Other taxes. List type and amount ►			
9	Add lines 5 through 8.....	9		43,267.
Interest You Paid	10 Home mtg interest and points reported to you on Form 1098.... SEE ST. 4	10	59,610.	
	11 Home mortgage interest not reported to you on Form 1098. If paid to the person from whom you bought the home, see instructions and show that person's name, identifying number, and address ►	11		
	12 Points not reported to you on Form 1098. See instrs for spcl rules.....	12		
	13 Qualified mortgage insurance premiums (see instructions).....	13		
Note. Personal interest is not deductible.	14 Investment interest. Attach Form 4952 if required. (See instrs.)..... STMT. 5	14	567,562.	
	15 Add lines 10 through 14.....	15		627,172.
Gifts to Charity	16 Gifts by cash or check. If you made any gift of \$250 or more, see instrs..... SEE STATEMENT. 6	16	14,512.	
If you made a gift and got a benefit for it, see instructions.	17 Other than by cash or check. If any gift of \$250 or more, see instructions. You must attach Form 8283 if over \$500.....	17		
	18 Carryover from prior year.....	18		
	19 Add lines 16 through 18.....	19		14,512.
Casualty and Theft Losses	20 Casualty or theft loss(es). Attach Form 4684. (See instructions.).....	20		0.
Job Expenses and Certain Miscellaneous Deductions	21 Unreimbursed employee expenses — job travel, union dues, job education, etc. Attach Form 2106 or 2106-EZ if required. (See instructions.) ►	21		
	22 Tax preparation fees.....	22	2,216.	
(See instructions.)	23 Other expenses — investment, safe deposit box, etc. List type and amount ►	23	48,219.	
	INVESTMENT EXP. FROM K-1 48,219.	24	50,435.	
	24 Add lines 21 through 23.....	25	1,323,949.	
	25 Enter amount from Form 1040, line 38..... 25	26	26,479.	
	26 Multiply line 25 by 2% (.02).....	27		23,956.
	27 Subtract line 26 from line 24. If line 26 is more than line 24, enter -0-.....	28		67.
Other Miscellaneous Deductions	28 Other — from list in the instructions. List type and amount ►	28		67.
	INVESTMENT EXP. FROM K-1 67.			
Total Itemized Deductions	29 Is Form 1040, line 38, over \$159,950 (over \$79,975 if married filing separately)?		REDUCTION -11,640.	
	<input type="checkbox"/> No. Your deduction is not limited. Add the amounts in the far right column for lines 4 through 28. Also, enter this amount on Form 1040, line 40.	29		697,334.
	<input checked="" type="checkbox"/> Yes. Your deduction may be limited. See instructions for the amount to enter.			
	30 If you elect to itemize deductions even though they are less than your standard deduction, check here ► <input type="checkbox"/>			

Name(s) shown on Form 1040.

Your social security number

J. CRAIG AND MARILYN JAMES

Schedule B – Interest and Ordinary Dividends

Attachment
Sequence No. 08**Part I**
Interest(See instructions
for Form 1040,
line 8a.)Note. If you
received a Form
1099-INT, Form
1099-OID, or
substitute statement
from a brokerage
firm, list the firm's
name as the payer
and enter the total
interest shown on
that form.

- 1 List name of payer. If any interest is from a seller-financed mortgage and the buyer used the property as a personal residence, see the instructions and list this interest first. Also, show that buyer's social security number and address.

CHASE BANK

DALTON BEND RANCH LTD

EMERGING LAND MARKETS GP, LLC

EMERGING LAND MARKETS, LP

LINCOLN NATIONAL LIFE INS

NORTHWESTERN MUTUAL LIFE INSURANCE

Amount

36.

11,848.

327.

31,800.

728.

16.

1

- 2 Add the amounts on line 1.

2

44,755.

- 3 Excludable interest on series EE and I U.S. savings bonds issued after 1989. Attach Form 8815.

3

- 4 Subtract line 3 from line 2. Enter the result here and on Form 1040, line 8a.

4

44,755.

Note. If line 4 is over \$1,500, you must complete Part III.

Amount

Part II
Ordinary
Dividends(See
instructions for
Form 1040,
line 9a.)Note. If you
received a Form
1099-DIV or
substitute statement
from a brokerage
firm, list the firm's
name as the payer
and enter the
ordinary dividends
shown on that form.

- 5 List name of payer.

DALTON BEND RANCH LTD

EMERGING LAND MARKETS GP, LLC

EMERGING LAND MARKETS, LP

NATIONAL FINANCIAL SERVICES

OTTER CREEK CLUB, GP INC.

44,640.

183.

5,775.

158.

43.

5

- 6 Add the amounts on line 5. Enter the total here and on Form 1040, line 9a.

6

50,799.

Note. If line 6 is over \$1,500, you must complete Part III.

Part III
Foreign
Accounts
and
Trusts(See
instructions.)

You must complete this part if you (a) had over \$1,500 of taxable interest or ordinary dividends; or (b) had a foreign account; or (c) received a distribution from, or were a grantor of, or a transferor to, a foreign trust.

Yes

No

- 7a At any time during 2008, did you have an interest in or a signature or other authority over a financial account in a foreign country, such as a bank account, securities account, or other financial account? See instructions for exceptions and filing requirements for Form TD F 90-22.1.

X

- b If 'Yes,' enter the name of the foreign country.

- 8 During 2008, did you receive a distribution from, or were you the grantor of, or transferor to, a foreign trust? If 'Yes,' you may have to file Form 3520. See instructions.

X

SCHEDULE C
(Form 1040)

Department of the Treasury
Internal Revenue Service (99)

Profit or Loss From Business
(Sole Proprietorship)

► Partnerships, joint ventures, etc., generally must file Form 1065 or 1065-B.
► Attach to Form 1040, 1040NR, or 1041. ► See instructions for Schedule C (Form 1040).

OMB No. 1545-0074

2008

Attachment
Sequence No. **09**

Name of proprietor

J. CRAIG JAMES

Social security number (SSN)

A Principal business or profession, including product or service (see instructions)

BROADCASTING

B Enter code from instructions

► **513000**

C Business name. If no separate business name, leave blank.

D Employer ID number (EIN), if any

E Business address (including suite or room no.) ►

City, town or post office, state, and ZIP code

F Accounting method: (1) ☒ Cash (2) ☐ Accrual (3) ☐ Other (specify) ►

G Did you 'materially participate' in the operation of this business during 2008? If 'No,' see instructions for limit on losses .. ☒ Yes ☐ No

H If you started or acquired this business during 2008, check here .. ☐ ☐

Part I Income

1 Gross receipts or sales. **Caution.** See the instructions and check the box if:

- This income was reported to you on Form W-2 and the 'Statutory employee' box on that form was checked, or
- You are a member of a qualified joint venture reporting only rental real estate income not subject to self-employment tax. Also see instructions for limit on losses .. ☐

1 285,092.

2 Returns and allowances ..

2

3 Subtract line 2 from line 1 ..

3

285,092.

4 Cost of goods sold (from line 42 on page 2) ..

4

5 Gross profit. Subtract line 4 from line 3 ..

5

285,092.

6 Other income, including federal and state gasoline or fuel tax credit or refund (see instructions) ..

6

7 Gross income. Add lines 5 and 6 ..

7

285,092.

Part II Expenses. Enter expenses for business use of your home **only** on line 30.

8 Advertising ..

8

9 Car and truck expenses (see instructions) ..

9

10 Commissions and fees ..

10

11 Contract labor (see instructions) ..

11

12 Depletion ..

12

13 Depreciation and section 179 expense deduction (not included in Part III) (see instructions) ..

13

14 Employee benefit programs (other than on line 19) ..

14

15 Insurance (other than health) ..

15

16 Interest:

a Mortgage (paid to banks, etc) ..

16a

b Other ..

16b

17 Legal & professional services ..

17

18 Office expense ..

18

19 Pension and profit-sharing plans ..

19

20 Rent or lease (see instructions):

a Vehicles, machinery, and equipment ..

20a

b Other business property ..

20b

21 Repairs and maintenance ..

21

22 Supplies (not included in Part III) ..

22

23 Taxes and licenses ..

23

24 Travel, meals, and entertainment:

a Travel ..

24a

b Deductible meals and entertainment (see instructions) ..

24b

25 Utilities ..

25

26 Wages (less employment credits) ..

26

27 Other expenses (from line 48 on page 2) ..

27

28 Total expenses before expenses for business use of home. Add lines 8 through 27 ..

28

29 Tentative profit or (loss). Subtract line 28 from line 7 ..

29

285,092.

30 Expenses for business use of your home. Attach **Form 8829** ..

30

31 Net profit or (loss). Subtract line 30 from line 29.

- If a profit, enter on both **Form 1040, line 12**, and **Schedule SE, line 2** or on **Form 1040NR, line 13** (if you checked the box on line 1, see instructions). Estates and trusts, enter on **Form 1041, line 3**.
- If a loss, you must go to line 32.

31

285,092.

32 If you have a loss, check the box that describes your investment in this activity (see instructions).

- If you checked 32a, enter the loss on both **Form 1040, line 12**, and **Schedule SE, line 2**, or on **Form 1040NR, line 13** (if you checked the box on line 1, see the line 31 instructions). Estates and trusts, enter on **Form 1041, line 3**.
- If you checked 32b, you must attach **Form 6198**. Your loss may be limited.

32a ☐ All investment is at risk.

32b ☐ Some investment is not at risk.

BAA For Paperwork Reduction Act Notice, see Form 1040 instructions.

Schedule C (Form 1040) 2008

SCHEDULE C
(Form 1040)

Department of the Treasury
Internal Revenue Service (99)

Profit or Loss From Business
(Sole Proprietorship)

► Partnerships, joint ventures, etc. generally must file Form 1065 or 1065-B.
► Attach to Form 1040, 1040NR, or 1041. ► See instructions for Schedule C (Form 1040).

OMB No. 1545-0074

2008

Attachment
Sequence No. **09**

Name of proprietor

J. CRAIG JAMES

Social security number (SSN)

A Principal business or profession, including product or service (see instructions)

REAL ESTATE

B Enter code from instructions

► **531390**

C Business name. If no separate business name, leave blank.

JAMES DEVELOPMENT CORP, LLC

D Employer ID number (EIN), if any

E Business address (including suite or room no.) ►

City, town or post office, state, and ZIP code

F Accounting method: (1) ☒ Cash (2) ☐ Accrual (3) ☐ Other (specify) ►

G Did you 'materially participate' in the operation of this business during 2008? If 'No,' see instructions for limit on losses. ☒ Yes ☐ No

H If you started or acquired this business during 2008, check here ☒

Part I Income

1 Gross receipts or sales. **Caution.** See the instructions and check the box if:

- This income was reported to you on Form W-2 and the 'Statutory employee' box on that form was checked, or
- You are a member of a qualified joint venture reporting only rental real estate income not subject to self-employment tax. Also see instructions for limit on losses. ☐

1

2 Returns and allowances.

2

3 Subtract line 2 from line 1.

3

4 Cost of goods sold (from line 42 on page 2)

4

5 **Gross profit.** Subtract line 4 from line 3.

5

6 Other income, including federal and state gasoline or fuel tax credit or refund (see instructions).

6

7 **Gross income.** Add lines 5 and 6.

7

Part II Expenses. Enter expenses for business use of your home **only** on line 30.

8 Advertising.

8

9 Car and truck expenses (see instructions).

9

10 Commissions and fees.

10

11 Contract labor (see instructions).

11

12 Depletion.

12

13 Depreciation and section 179 expense deduction (not included in Part III) (see instructions).

13

14 Employee benefit programs (other than on line 19).

14

15 Insurance (other than health).

15

16 Interest:

a Mortgage (paid to banks, etc).

16a

b Other.

16b

17 Legal & professional services.

17

18 Office expense.

18

19 Pension and profit-sharing plans.

19

20 Rent or lease (see instructions):

a Vehicles, machinery, and equipment.

20a

b Other business property.

20b

21 Repairs and maintenance.

21

22 Supplies (not included in Part III).

22

23 Taxes and licenses.

23

24 Travel, meals, and entertainment:

a Travel.

24a

b Deductible meals and entertainment (see instructions).

24b

25 Utilities.

25

26 Wages (less employment credits).

26

27 Other expenses (from line 48 on page 2).

27

10,000.

28 **Total expenses** before expenses for business use of home. Add lines 8 through 27.

28

10,000.

29 Tentative profit or (loss). Subtract line 28 from line 7.

29

-10,000.

30 Expenses for business use of your home. Attach **Form 8829**.

30

31 **Net profit or (loss).** Subtract line 30 from line 29.

- If a profit, enter on both **Form 1040, line 12**, and **Schedule SE, line 2** or on **Form 1040NR, line 13** (if you checked the box on line 1, see instructions). Estates and trusts, enter on **Form 1041, line 3**.
- If a loss, you **must** go to line 32.

31

-10,000.

32 If you have a loss, check the box that describes your investment in this activity (see instructions).

- If you checked 32a, enter the loss on both **Form 1040, line 12**, and **Schedule SE, line 2**, or on **Form 1040NR, line 13** (if you checked the box on line 1, see the line 31 instructions). Estates and trusts, enter on **Form 1041, line 3**.
- If you checked 32b, you **must** attach **Form 6198**. Your loss may be limited.

32a ☒ All investment is at risk.

32b ☐ Some investment is not at risk.

BAA For Paperwork Reduction Act Notice, see Form 1040 instructions.

Schedule C (Form 1040) 2008

SCHEDULE D
(Form 1040)

Department of the Treasury
Internal Revenue Service (99)

Capital Gains and Losses

► Attach to Form 1040 or Form 1040NR. ► See Instructions for Schedule D (Form 1040).
► Use Schedule D-1 to list additional transactions for lines 1 and 8.

OMB No. 1545-0074

2008

Attachment
Sequence No. **12**

Name(s) shown on return

J. CRAIG AND MARILYN JAMES

Your social security number

Part I Short-Term Capital Gains and Losses — Assets Held One Year or Less

(a) Description of property (Example: 100 shares XYZ Co)	(b) Date acquired (Mo, day, yr)	(c) Date sold (Mo, day, yr)	(d) Sales price (see instructions)	(e) Cost or other basis (see instructions)	(f) Gain or (loss) Subtract (e) from (d)
1					
2 Enter your short-term totals, if any, from Schedule D-1, line 2 . . .	2				
3 Total short-term sales price amounts. Add lines 1 and 2 in column (d)	3				
4 Short-term gain from Form 6252 and short-term gain or (loss) from Forms 4684, 6781, and 8824	4				
5 Net short-term gain or (loss) from partnerships, S corporations, estates, and trusts from Schedule(s) K-1	5				
6 Short-term capital loss carryover. Enter the amount, if any, from line 8 of your Capital Loss Carryover Worksheet in the instructions	6				
7 Net short-term capital gain or (loss). Combine lines 1 through 6 in column (f)	7				

Part II Long-Term Capital Gains and Losses — Assets Held More Than One Year

(a) Description of property (Example: 100 shares XYZ Co)	(b) Date acquired (Mo, day, yr)	(c) Date sold (Mo, day, yr)	(d) Sales price (see instructions)	(e) Cost or other basis (see instructions)	(f) Gain or (loss) Subtract (e) from (d)
8					
9 Enter your long-term totals, if any, from Schedule D-1, line 9 . . .	9				
10 Total long-term sales price amounts. Add lines 8 and 9 in column (d)	10				
11 Gain from Form 4797, Part I; long-term gain from Forms 2439 and 6252; and long-term gain or (loss) from Forms 4684, 6781, and 8824	11				
12 Net long-term gain or (loss) from partnerships, S corporations, estates, and trusts from Schedule(s) K-1	12				961,354.
13 Capital gain distributions. See instrs	13				
14 Long-term capital loss carryover. Enter the amount, if any, from line 15 of your Capital Loss Carryover Worksheet in the instructions	14				
15 Net long-term capital gain or (loss). Combine lines 8 through 14 in column (f). Then go to Part III on page 2	15				961,354.

BAA For Paperwork Reduction Act Notice, see Form 1040 or Form 1040NR instructions.

Schedule D (Form 1040) 2008

Part III Summary

16 Combine lines 7 and 15 and enter the result **16** 961,354.

If line 16 is:

- A **gain**, enter the amount from line 16 on Form 1040, line 13, or Form 1040NR, line 14. Then go to line 17 below.
- A **loss**, skip lines 17 through 20 below. Then go to line 21. Also be sure to complete line 22.
- **Zero**, skip lines 17 through 21 below and enter -0- on Form 1040, line 13, or Form 1040NR, line 14. Then go to line 22.

17 Are lines 15 and 16 **both** gains?

☒ **Yes.** Go to line 18.

☐ **No.** Skip lines 18 through 21, and go to line 22.

18 Enter the amount, if any, from line 7 of the **28% Rate Gain Worksheet** in the instructions **18** 0.

19 Enter the amount, if any, from line 18 of the **Unrecaptured Section 1250 Gain Worksheet** in the instructions **19**

20 Are lines 18 and 19 **both** zero or blank?

☒ **Yes.** Complete Form 1040 through line 43, or Form 1040NR through line 40. Then complete the **Qualified Dividends and Capital Gain Tax Worksheet** in the Instructions for Form 1040 (or in the Instructions for Form 1040NR). **Do not** complete lines 21 and 22 below.

☐ **No.** Complete Form 1040 through line 43, or Form 1040NR through line 40. Then complete the **Schedule D Tax Worksheet** in the instructions. **Do not** complete lines 21 and 22 below.

21 If line 16 is a loss, enter here and on Form 1040, line 13, or Form 1040NR, line 14, the **smaller** of:

- The loss on line 16 or
- (\$3,000), or if married filing separately, (\$1,500)

Note. When figuring which amount is smaller, treat both amounts as positive numbers.

22 Do you have qualified dividends on Form 1040, line 9b, or Form 1040NR, line 10b?

☐ **Yes.** Complete Form 1040 through line 43, or Form 1040NR through line 40. Then complete the **Qualified Dividends and Capital Gain Tax Worksheet** in the Instructions for Form 1040 (or in the Instructions for Form 1040NR).

☐ **No.** Complete the rest of Form 1040 or Form 1040NR.

Schedule D (Form 1040) 2008

SCHEDULE E
(Form 1040)

Department of the Treasury
Internal Revenue Service (99)

Supplemental Income and Loss
(From rental real estate, royalties, partnerships,
S corporations, estates, trusts, REMICs, etc)
▶ Attach to Form 1040, 1040NR, or Form 1041.
▶ See Instructions for Schedule E (Form 1040).

OMB No. 1545-0074

2008

Attachment
Sequence No. **13**

Name(s) shown on return

J. CRAIG AND MARILYN JAMES

Your social security number

Part I **Income or Loss From Rental Real Estate and Royalties** Note. If you are in the business of renting personal property, use Schedule C or C-EZ (see instructions). If you are an individual, report farm rental income or loss from Form 4835 on page 2, line 40.

1	List the type and address of each rental real estate property:	2	For each rental real estate property listed on line 1, did you or your family use it during the tax year for personal purposes for more than the greater of:	Yes	No
A	BOOK ROYALTY INCOME		• 14 days, or		
B	DALTON BEND RANCH LTD		• 10% of the total days rented at fair rental value?		
C	EMERGING LAND MARKETS, LP		(See instructions.)		

Income:		Properties			Totals
		A	B	C	(Add columns A, B, and C.)
3	Rents received				3
4	Royalties received	50,000.	4,447.	58.	4 54,507.
Expenses:					
5	Advertising				
6	Auto and travel (see instructions)				
7	Cleaning and maintenance				
8	Commissions				
9	Insurance				
10	Legal and other professional fees	7,500.			
11	Management fees				
12	Mortgage interest paid to banks, etc (see instructions)				12
13	Other interest				
14	Repairs				
15	Supplies				
16	Taxes				
17	Utilities				
18	Other (list) ▶				
	FROM SCHEDULE K-1		485.	104.	
19	Add lines 5 through 18	7,500.	485.	104.	19 8,101.
20	Depreciation expense or depletion (see instructions)				20
21	Total expenses. Add lines 19 and 20	7,500.	485.	104.	
22	Income or (loss) from rental real estate or royalty properties. Subtract line 21 from line 3 (rents) or line 4 (royalties). If the result is a (loss), see instructions to find out if you must file Form 6198	42,500.	3,962.	-46.	
23	Deductible rental real estate loss. Caution. Your rental real estate loss on line 22 may be limited. See instructions to find out if you must file Form 8582. Real estate professionals must complete line 43 on page 2				23
24	Income. Add positive amounts shown on line 22. Do not include any losses				24 46,462.
25	Losses. Add royalty losses from line 22 and rental real estate losses from line 23. Enter total losses here				25 -56.
26	Total rental real estate and royalty income or (loss). Combine lines 24 and 25. Enter the result here. If Parts II, III, IV, and line 40 on page 2 do not apply to you, also enter this amount on Form 1040, line 17, or Form 1040NR, line 18. Otherwise, include this amount in the total on line 41 on page 2				26 46,406.

SCHEDULE E
(Form 1040)

Department of the Treasury
Internal Revenue Service (99)

Supplemental Income and Loss
(From rental real estate, royalties, partnerships,
S corporations, estates, trusts, REMICs, etc)
▶ Attach to Form 1040, 1040NR, or Form 1041.
▶ See Instructions for Schedule E (Form 1040).

OMB No. 1545-0074

2008

Attachment
Sequence No. **13**

Name(s) shown on return

J. CRAIG AND MARILYN JAMES

Your social security number

Part I Income or Loss From Rental Real Estate and Royalties Note. If you are in the business of renting personal property, use Schedule C or C-EZ (see instructions). If you are an individual, report farm rental income or loss from Form 4835 on page 2, line 40.

1	List the type and address of each rental real estate property :	2	For each rental real estate property listed on line 1, did you or your family use it during the tax year for personal purposes for more than the greater of: • 14 days, or • 10% of the total days rented at fair rental value? (See instructions.)	Yes	No
A	EMERGING LAND MARKETS GP, LLC				
B					
C					

Income:		Properties			Totals
		A	B	C	(Add columns A, B, and C.)
3	Rents received				3
4	Royalties received	2.			4
Expenses:					
5	Advertising				
6	Auto and travel (see instructions)				
7	Cleaning and maintenance				
8	Commissions				
9	Insurance				
10	Legal and other professional fees				
11	Management fees				
12	Mortgage interest paid to banks, etc (see instructions)				12
13	Other interest				
14	Repairs				
15	Supplies				
16	Taxes				
17	Utilities				
18	Other (list) ▶ FROM SCHEDULE K-1	12.			
19	Add lines 5 through 18	12.			19
20	Depreciation expense or depletion (see instructions)				20
21	Total expenses. Add lines 19 and 20	12.			
22	Income or (loss) from rental real estate or royalty properties. Subtract line 21 from line 3 (rents) or line 4 (royalties). If the result is a (loss), see instructions to find out if you must file Form 6198	-10.			
23	Deductible rental real estate loss. Caution. Your rental real estate loss on line 22 may be limited. See instructions to find out if you must file Form 8582. Real estate professionals must complete line 43 on page 2				
24	Income. Add positive amounts shown on line 22. Do not include any losses				24
25	Losses. Add royalty losses from line 22 and rental real estate losses from line 23. Enter total losses here				25
26	Total rental real estate and royalty income or (loss). Combine lines 24 and 25. Enter the result here. If Parts II, III, IV, and line 40 on page 2 do not apply to you, also enter this amount on Form 1040, line 17, or Form 1040NR, line 18. Otherwise, include this amount in the total on line 41 on page 2				26

Name(s) shown on return. Do not enter name and social security number if shown on Page 1.

Your social security number

J. CRAIG AND MARILYN JAMES

Caution: The IRS compares amounts reported on your tax return with amounts shown on Schedule(s) K-1.**Part II Income or Loss From Partnerships and S Corporations****Note.** If you report a loss from an at-risk activity for which any amount is not at risk, you must check the box in column (e) on line 28 and attach Form 6198. See instructions.

- 27 Are you reporting any loss not allowed in a prior year due to the at-risk or basis limitations, a prior year unallowed loss from a passive activity (if that loss was not reported on Form 8582), or unreimbursed partnership expenses? ☒ Yes ☐ No
- If you answered 'Yes,' see instructions before completing this section.

28	(a) Name	(b) Enter P for partnership; S for S corporation	(c) Check if foreign partnership	(d) Employer identification number	(e) Check if any amount is not at risk
A	SEE STATEMENT 7				
B					
C					
D					

Passive Income and Loss		Nonpassive Income and Loss		
(f) Passive loss allowed (attach Form 8582 if required)	(g) Passive income from Schedule K-1	(h) Nonpassive loss from Schedule K-1	(i) Section 179 expense deduction from Form 4562	(j) Nonpassive income from Schedule K-1
A				
B				
C				
D				
29a Totals	13,184.			
b Totals	5,430.	370,305.		
30 Add columns (g) and (j) of line 29a			30	13,184.
31 Add columns (f), (h), and (i) of line 29b			31	-375,735.
32 Total partnership and S corporation income or (loss). Combine lines 30 and 31. Enter the result here and include in the total on line 41 below			32	-362,551.

Part III Income or Loss From Estates and Trusts

33	(a) Name	(b) Employer ID no.
A		
B		

Passive Income and Loss		Nonpassive Income and Loss	
(c) Passive deduction or loss allowed (attach Form 8582 if required)	(d) Passive income from Schedule K-1	(e) Deduction or loss from Schedule K-1	(f) Other income from Schedule K-1
A			
B			
34a Totals			
b Totals			
35 Add columns (d) and (f) of line 34a			35
36 Add columns (c) and (e) of line 34b			36
37 Total estate and trust income or (loss). Combine lines 35 and 36. Enter the result here and include in the total on line 41 below			37

Part IV Income or Loss From Real Estate Mortgage Investment Conduits (REMICs) – Residual Holder

38	(a) Name	(b) Employer identification number	(c) Excess inclusion from Schedules Q, line 2c (see instructions)	(d) Taxable income (net loss) from Schedules Q, line 1b	(e) Income from Schedules Q, line 3b
39	Combine columns (d) and (e) only. Enter the result here and include in the total on line 41 below.				39

Part V Summary

40	Net farm rental income or (loss) from Form 4835. Also, complete line 42 below	40	
41	Total income or (loss). Combine lines 26, 32, 37, 39, and 40. Enter the result here and on Form 1040, line 17, or Form 1040NR, line 18	41	-316,145.
42	Reconciliation of farming and fishing income. Enter your gross farming and fishing income reported on Form 4835, line 7; Schedule K-1 (Form 1065), box 14, code B; Schedule K-1 (Form 1120S), box 17, code T; and Schedule K-1 (Form 1041), line 14, code F (see instructions)	42	
43	Reconciliation for real estate professionals. If you were a real estate professional (see instructions), enter the net income or (loss) you reported anywhere on Form 1040 or Form 1040NR from all rental real estate activities in which you materially participated under the passive activity loss rules	43	

SCHEDULE F
(Form 1040)

Department of the Treasury
Internal Revenue Service (99)

Profit or Loss From Farming

► **Attach to Form 1040, Form 1040NR, Form 1041, Form 1065, or Form 1065-B.**
► **See Instructions for Schedule F (Form 1040).**

OMB No. 1545-0074

2008

Attachment
Sequence No. **14**

Name of proprietor

J. CRAIG JAMES

Social security number (SSN)

A Principal product. Describe in one or two words your principal crop or activity for the current tax year.

HORSES & HAY

B Enter code from Part IV

► **112900**

C Accounting method:

(1) ☒ Cash

(2) ☐ Accrual

D Employer ID number (EIN), if any

E Did you 'materially participate' in the operation of this business during 2008? If 'No,' see instructions for limit on passive losses. ☒ Yes ☐ No

Part I Farm Income – Cash Method. Complete Parts I and II (Accrual method. Complete Parts II & III, & Part I, line 11.)
Do not include sales of livestock held for draft, breeding, sport, or dairy purposes. Report these sales on Form 4797.

1	Sales of livestock and other items you bought for resale	1		
2	Cost or other basis of livestock and other items reported on line 1	2		
3	Subtract line 2 from line 1	3		
4	Sales of livestock, produce, grains, and other products you raised	4		1,500.
5a	Cooperative distributions (Form(s) 1099-PATR)	5a		
5b	Taxable amount	5b		
6a	Agricultural program payments (see instructions)	6a		
6b	Taxable amount	6b		
7	Commodity Credit Corporation (CCC) loans (see instructions):			
a	CCC loans reported under election	7a		
b	CCC loans forfeited	7b		
7c	Taxable amount	7c		
8	Crop insurance proceeds and federal crop disaster payments (see instructions):			
a	Amount received in 2008	8a		
8b	Taxable amount	8b		
c	If election to defer to 2009 is attached, check here			
8d	Amount deferred from 2007	8d		
9	Custom hire (machine work) income	9		
10	Other income, including federal and state gasoline or fuel tax credit or refund (see instructions)	10		
11	Gross income. Add amounts in the right column for lines 3 through 10. If you use the accrual method to figure your income, enter the amount from Part III, line 51	11		1,500.

Part II Farm Expenses – Cash and Accrual Method.

Do not include personal or living expenses such as taxes, insurance, or repairs on your home.

12	Car and truck expenses (see instructions). Also attach Form 4562	12			25	Pension and profit-sharing plans	25	
13	Chemicals	13			26	Rent or lease (see instructions):		
14	Conservation expenses (see instructions)	14			a	Vehicles, machinery, and equipment	26a	
15	Custom hire (machine work)	15			b	Other (land, animals, etc)	26b	
16	Depreciation and section 179 expense deduction not claimed elsewhere (see instructions)	16		8,854.	27	Repairs and maintenance	27	
17	Employee benefit programs other than on line 25	17			28	Seeds and plants	28	
18	Feed	18		300.	29	Storage and warehousing	29	
19	Fertilizers and lime	19			30	Supplies	30	
20	Freight and trucking	20			31	Taxes	31	
21	Gasoline, fuel, and oil	21			32	Utilities	32	
22	Insurance (other than health)	22			33	Veterinary, breeding, and medicine	33	
23	Interest:				34	Other expenses (specify):		
a	Mortgage (paid to banks, etc)	23a			a		34a	
b	Other	23b			b		34b	
24	Labor hired (less employment credits)	24			c		34c	
					d		34d	
					e		34e	
					f		34f	
35	Total expenses. Add lines 12 through 34f. If line 34f is negative, see instructions	35						9,154.
36	Net farm profit or (loss). Subtract line 35 from line 11. Partnerships, see instructions. • If a profit, enter the profit on both Form 1040, line 18 , and Schedule SE, line 1a ; on Form 1040NR, line 19 ; or on Form 1041, line 6 . • If a loss, you must go on to line 37.	36						-7,654.

37 If you have a loss, you must check the box that describes your investment in this activity (see instructions).
• If you checked 37a, enter the loss on both **Form 1040, line 18**, and **Schedule SE, line 1a**; on **Form 1040NR, line 19**; or on **Form 1041, line 6**.
• If you checked 37b, you must attach **Form 6198**. Your loss may be limited.

37a ☒ All investment is at risk.

37b ☐ Some investment is not at risk.

BAA For Paperwork Reduction Act Notice, see instructions.

FDZ0212L 11/08/08

Schedule F (Form 1040) 2008

Name of person with self-employment income (as shown on Form 1040)

J. CRAIG JAMES

Social security number of person
with self-employment income ▶

Section B — Long Schedule SE

Part I Self-Employment Tax

Note. If your only income subject to self-employment tax is **church employee income**, skip lines 1 through 4b. Enter -0- on line 4c and go to line 5a. Income from services you performed as a minister or a member of a religious order is **not** church employee income. See instructions.

- A** If you are a minister, member of a religious order, or Christian Science practitioner **and** you filed Form 4361, but you had \$400 or more of **other** net earnings from self-employment, check here and continue with Part I ☐

1 a Net farm profit or (loss) from Schedule F, line 36, and farm partnerships, Schedule K-1 (Form 1065), box 14, code A. Note. Skip lines 1a and 1b if you use the farm optional method (see instructions)	1 a	-7,654.
b If you received social security retirement or disability benefits, enter the amount of Conservation Reserve Program payments included on Schedule F, line 6b, or listed on Schedule K-1 (Form 1065), box 20, code X.	1 b	
2 Net profit or (loss) from Schedule C, line 31; Schedule C-EZ, line 3; Schedule K-1 (Form 1065), box 14, code A (other than farming); and Schedule K-1 (Form 1065-B), box 9, code J1. Ministers and members of religious orders, see instructions for types of income to report on this line. See instructions for other income to report. Note. Skip this line if you use the nonfarm optional method (see instructions).	2	275,092.
3 Combine lines 1a, 1b and 2.	3	267,438.
4 a If line 3 is more than zero, multiply line 3 by 92.35% (.9235). Otherwise, enter amount from line 3.	4 a	246,979.
b If you elect one or both of the optional methods, enter the total of lines 15 and 17 here.	4 b	
c Combine lines 4a and 4b. If less than \$400, stop ; you do not owe self-employment tax. Exception. If less than \$400 and you had church employee income , enter -0- and continue.	4 c	246,979.
5 a Enter your church employee income from Form W-2. See the instructions for definition of church employee income.	5 a	
b Multiply line 5a by 92.35% (.9235). If less than \$100, enter -0-.	5 b	0.
6 Net earnings from self-employment. Add lines 4c and 5b.	6	246,979.
7 Maximum amount of combined wages and self-employment earnings subject to social security tax or the 6.2% portion of the 7.65% railroad retirement (tier 1) tax for 2008.	7	102,000.
8 a Total social security wages and tips (total of boxes 3 and 7 on Form(s) W-2) and railroad retirement (tier 1) compensation. If \$102,000 or more, skip lines 8b through 10, and go to line 11.	8 a	102,000.
b Unreported tips subject to social security tax (from Form 4137, line 10).	8 b	
c Wages subject to social security tax (from Form 8919, line 10).	8 c	
d Add lines 8a, 8b, and 8c.	8 d	
9 Subtract line 8d from line 7. If zero or less, enter -0- here and on line 10 and go to line 11.	9	
10 Multiply the smaller of line 6 or line 9 by 12.4% (.124).	10	
11 Multiply line 6 by 2.9% (.029).	11	7,162.
12 Self-employment tax. Add lines 10 and 11. Enter here and on Form 1040, line 57	12	7,162.
13 Deduction for one-half of self-employment tax. Multiply line 12 by 50% (.5). Enter the result here and on Form 1040, line 27	13	3,581.

Part II Optional Methods To Figure Net Earnings (see instructions)

Farm Optional Method. You may use this method **only if (a)** your gross farm income⁽¹⁾ was not more than \$6,300 **or (b)** your net farm profits⁽²⁾ were less than \$4,548.

14 Maximum income for optional methods.	14	4,200.
15 Enter the smaller of: two-thirds (2/3) of gross farm income ⁽¹⁾ (not less than zero) or \$4,200. Also, include this amount on line 4b above.	15	

Nonfarm Optional Method. You may use this method **only if (a)** your net nonfarm profits⁽³⁾ were less than \$4,548 and also less than 72.189% of your gross nonfarm income⁽⁴⁾ **and (b)** you had net earnings from self-employment of at least \$400 in 2 of the prior 3 years.

Caution. You may use this method no more than five times.

16 Subtract line 15 from line 14.	16	
17 Enter the smaller of: two-thirds (2/3) of gross nonfarm income ⁽⁴⁾ (not less than zero) or the amount on line 16. Also include this amount on line 4b above.	17	

- (1) From Schedule F, line 11, and Schedule K-1 (Form 1065), box 14, code B.
 (2) From Schedule F, line 36, and Schedule K-1 (Form 1065), box 14, code A — minus the amount you would have entered on line 1b had you not used the optional method.

- (3) From Schedule C, line 31; Schedule C-EZ, line 3; Schedule K-1 (Form 1065), box 14, code A; and Schedule K-1 (Form 1065-B), box 9, code J1.

- (4) From Schedule C, line 7; Schedule C-EZ, line 1; Schedule K-1 (Form 1065), box 14, code C; and Schedule K-1 (Form 1065-B), box 9, code J2.

Form **6251**Department of the Treasury
Internal Revenue Service (99)**Alternative Minimum Tax — Individuals**▶ See separate instructions.
▶ Attach to Form 1040 or Form 1040NR.

OMB No. 1545-0074

2008Attachment
Sequence No. **32**

Name(s) shown on Form 1040 or Form 1040NR

Your social security number

J. CRAIG AND MARILYN JAMES**Part I Alternative Minimum Taxable Income** (See instructions for how to complete each line.)

1	If filing Schedule A (Form 1040), enter the amount from Form 1040, line 41 (minus any amount on Form 8914, line 2), and go to line 2. Otherwise, enter the amount from Form 1040, line 38 (minus any amount on Form 8914, line 2), and go to line 7. (If less than zero, enter as a negative amount.)	1	626,615.
2	Medical and dental. Enter the smaller of Schedule A (Form 1040), line 4 or 2.5% (.025) of Form 1040, line 38. If zero or less, enter -0-	2	
3	Taxes from Schedule A (Form 1040), line 9	3	43,267.
4	Enter the home mortgage interest adjustment, if any, from line 6 of the worksheet in the instructions	4	
5	Miscellaneous deductions from Schedule A (Form 1040), line 27	5	23,956.
6	If Form 1040, line 38, is over \$159,950 (over \$79,975 if married filing separately), enter the amount from line 11 of the Itemized Deductions Worksheet in the Instructions for Schedule A (Form 1040)	6	-11,640.
7	If claiming the standard deduction, enter any amount from Form 4684, line 18a, as a negative amount	7	
8	Tax refund from Form 1040, line 10 or line 21	8	-3,983.
9	Investment interest expense (difference between regular tax and AMT)	9	-31,673.
10	Depletion (difference between regular tax and AMT)	10	
11	Net operating loss deduction from Form 1040, line 21. Enter as a positive amount	11	
12	Interest from specified private activity bonds exempt from the regular tax	12	
13	Qualified small business stock (7% of gain excluded under section 1202)	13	
14	Exercise of incentive stock options (excess of AMT income over regular tax income)	14	
15	Estates and trusts (amount from Schedule K-1 (Form 1041), box 12, code A)	15	
16	Electing large partnerships (amount from Schedule K-1 (Form 1065-B), box 6)	16	
17	Disposition of property (difference between AMT and regular tax gain or loss)	17	
18	Depreciation on assets placed in service after 1986 (difference between regular tax and AMT)	18	
19	Passive activities (difference between AMT and regular tax income or loss)	19	
20	Loss limitations (difference between AMT and regular tax income or loss)	20	
21	Circulation costs (difference between regular tax and AMT)	21	
22	Long-term contracts (difference between AMT and regular tax income)	22	
23	Mining costs (difference between regular tax and AMT)	23	
24	Research and experimental costs (difference between regular tax and AMT)	24	
25	Income from certain installment sales before January 1, 1987	25	
26	Intangible drilling costs preference	26	
27	Other adjustments, including income-based related adjustments	27	
28	Alternative tax net operating loss deduction	28	
29	Alternative minimum taxable income. Combine lines 1 through 28. (If married filing separately and line 29 is more than \$214,900, see instructions.)	29	646,542.

Part II Alternative Minimum Tax

30 Exemption. (If you were under age 24 at the end of 2008, see instructions.)

IF your filing status is ...	AND line 29 is not over ...	THEN enter on line 30 ...
Single or head of household	\$112,500	\$46,200
Married filing jointly or qualifying widow(er)	150,000	69,950
Married filing separately	75,000	34,975

If line 29 is **over** the amount shown above for your filing status, see instructions.

31	Subtract line 30 from line 29. If more than zero, go to line 32. If zero or less, enter -0- here and on lines 34 and 36 and skip the rest of Part II	31	646,542.
32	<ul style="list-style-type: none"> If you are filing Form 2555 or 2555-EZ, see instructions for the amount to enter. If you reported capital gain distributions directly on Form 1040, line 13; you reported qualified dividends on Form 1040, line 9b; or you had a gain on both lines 15 and 16 of Schedule D (Form 1040) (as refigured for the AMT, if necessary), complete Part III on page 2 and enter the amount from line 55 here. All others: If line 31 is \$175,000 or less (\$87,500 or less if married filing separately), multiply line 31 by 26% (.26). Otherwise, multiply line 31 by 28% (.28) and subtract \$3,500 (\$1,750 if married filing separately) from the result. 	32	117,535.
33	Alternative minimum tax foreign tax credit (see instructions)	33	
34	Tentative minimum tax. Subtract line 33 from line 32	34	117,535.
35	Tax from Form 1040, line 44 (minus any tax from Form 4972 and any foreign tax credit from Form 1040, line 47). If you used Schedule J to figure your tax, the amount from line 44 of Form 1040 must be refigured without using Schedule J (see instructions).	35	100,934.
36	AMT. Subtract line 35 from line 34. If zero or less, enter -0-. Enter here and on Form 1040, line 45	36	16,601.

BAA For Paperwork Reduction Act Notice, see separate instructions.

FDIA5312L 12/04/08

Form **6251** (2008)

Part III Tax Computation Using Maximum Capital Gains Rates

37	Enter the amount from Form 6251, line 31. If you are filing Form 2555 or 2555-EZ, enter the amount from line 3 of the worksheet in the instructions	37	646,542.
38	Enter the amount from line 6 of the Qualified Dividends and Capital Gain Tax Worksheet in the instructions for Form 1040, line 44, or the amount from line 13 of the Schedule D Tax Worksheet in the instructions for Schedule D (Form 1040), whichever applies (as figured for the AMT, if necessary) (see instructions). If you are filing Form 2555 or 2555-EZ, see the instructions for the amount to enter	38	461,512.
39	Enter the amount from Schedule D (Form 1040), line 19 (as figured for the AMT, if necessary) (see instructions). If you are filing Form 2555 or 2555-EZ, see the instructions for the amount to enter	39	0.
40	If you did not complete a Schedule D Tax Worksheet for the regular tax or the AMT, enter the amount from line 38. Otherwise, add lines 38 and 39, and enter the smaller of that result or the amount from line 10 of the Schedule D Tax Worksheet (as figured for the AMT, if necessary). If you are filing Form 2555 or 2555-EZ, see the instructions for the amount to enter	40	461,512.
41	Enter the smaller of line 37 or line 40	41	461,512.
42	Subtract line 41 from line 37	42	185,030.
43	If line 42 is \$175,000 or less (\$87,500 or less if married filing separately), multiply line 42 by 26% (.26). Otherwise, multiply line 42 by 28% (.28) and subtract \$3,500 (\$1,750 if married filing separately) from the result	43	48,308.
44	Enter: <ul style="list-style-type: none"> • \$65,100 if married filing jointly or qualifying widow(er), • \$32,550 if single or married filing separately, or • \$43,650 if head of household. 	44	65,100.
45	Enter the amount from line 7 of the Qualified Dividends and Capital Gain Tax Worksheet in the instructions for Form 1040, line 44, or the amount from line 14 of the Schedule D Tax Worksheet in the instructions for Schedule D (Form 1040), whichever applies (as figured for the regular tax). If you did not complete either worksheet for the regular tax, enter -0-	45	153,438.
46	Subtract line 45 from line 44. If zero or less, enter -0-	46	0.
47	Enter the smaller of line 37 or line 38	47	461,512.
48	Enter the smaller of line 46 or line 47	48	
49	Subtract line 48 from line 47	49	461,512.
50	Multiply line 49 by 15% (.15). If line 39 is zero or blank, skip lines 51 and 52 and go to line 53. Otherwise, go to line 51.	50	69,227.
51	Subtract line 47 from line 41	51	
52	Multiply line 51 by 25% (.25)	52	
53	Add lines 43, 50, and 52	53	117,535.
54	If line 37 is \$175,000 or less (\$87,500 or less if married filing separately), multiply line 37 by 26% (.26). Otherwise, multiply line 37 by 28% (.28) and subtract \$3,500 (\$1,750 if married filing separately) from the result	54	177,532.
55	Enter the smaller of line 53 or line 54 here and on line 32. If you are filing Form 2555 or 2555-EZ, do not enter this amount on line 32. Instead, enter it on line 4 of the worksheet in the instructions.	55	117,535.

Form 6251 (2008)

Investment Interest Expense Deduction

OMB No. 1545-0191

Department of the Treasury
Internal Revenue Service (99)▶ **Attach to your tax return.****2008**Attachment
Sequence No. **51**

Name(s) shown on return

J. CRAIG AND MARILYN JAMES

Identifying number

Part I Total Investment Interest Expense

1 Investment interest expense paid or accrued in 2008 (see instructions)	1	678,855.
2 Disallowed investment interest expense from 2007 Form 4952, line 7	2	
3 Total investment interest expense. Add lines 1 and 2	3	678,855.

Part II Net Investment Income

4a Gross income from property held for investment (excluding any net gain from the disposition of property held for investment)	4a	100,061.	
b Qualified dividends included on line 4a	4b	158.	
c Subtract line 4b from line 4a	4c		99,903.
d Net gain from the disposition of property held for investment	4d	961,354.	
e Enter the smaller of line 4d or your net capital gain from the disposition of property held for investment (see instructions)	4e	961,354.	
f Subtract line 4e from line 4d	4f		
g Enter the amount from lines 4b and 4e that you elect to include in investment income (see instructions)	4g		500,000.
h Investment income. Add lines 4c, 4f, and 4g	4h		599,903.
5 Investment expenses (see instructions)	5		32,341.
6 Net investment income. Subtract line 5 from line 4h. If zero or less, enter -0-	6		567,562.

Part III Investment Interest Expense Deduction

7 Disallowed investment interest expense to be carried forward to 2009. Subtract line 6 from line 3. If zero or less, enter -0-	7	111,293.
8 Investment interest expense deduction. Enter the smaller of line 3 or 6. See instructions	8	567,562.

BAA For Paperwork Reduction Act Notice, see separate instructions.Form **4952** (2008)

Investment Interest Expense Deduction

OMB No. 1545-0191

Department of the Treasury
Internal Revenue Service (99)**ALTERNATIVE MINIMUM TAX**
▶ Attach to your tax return.**2008**Attachment
Sequence No. **51**

Name(s) shown on return

J. CRAIG AND MARILYN JAMES

Identifying number

Part I **Total Investment Interest Expense**

1 Investment interest expense paid or accrued in 2008 (see instructions)	1	678,855.
2 Disallowed investment interest expense from 2007 Form 4952, line 7	2	
3 Total investment interest expense. Add lines 1 and 2	3	678,855.

Part II **Net Investment Income**

4a Gross income from property held for investment (excluding any net gain from the disposition of property held for investment)	4a	100,061.	
b Qualified dividends included on line 4a	4b	158.	
c Subtract line 4b from line 4a	4c		99,903.
d Net gain from the disposition of property held for investment	4d	961,354.	
e Enter the smaller of line 4d or your net capital gain from the disposition of property held for investment (see instructions)	4e	961,354.	
f Subtract line 4e from line 4d	4f		
g Enter the amount from lines 4b and 4e that you elect to include in investment income (see instructions)	4g		500,000.
h Investment income. Add lines 4c, 4f, and 4g	4h		599,903.
5 Investment expenses (see instructions)	5		668.
6 Net investment income. Subtract line 5 from line 4h. If zero or less, enter -0-	6		599,235.

Part III **Investment Interest Expense Deduction**

7 Disallowed investment interest expense to be carried forward to 2009. Subtract line 6 from line 3. If zero or less, enter -0-	7	79,620.
8 Investment interest expense deduction. Enter the smaller of line 3 or 6. See instructions	8	599,235.

BAA For Paperwork Reduction Act Notice, see separate instructions.

Form **4952** (2008)

Form **4562**Department of the Treasury
Internal Revenue Service (99)**Depreciation and Amortization**
(Including Information on Listed Property)

OMB No. 1545-0172

2008Attachment
Sequence No. **67**

Name(s) shown on return

J. CRAIG AND MARILYN JAMES

Business or activity to which this form relates

SCHEDULE F / FORM 4835 - HORSES & HAY**Part I Election To Expense Certain Property Under Section 179**

Note: If you have any listed property, complete Part V before you complete Part I.

1	Maximum amount. See the instructions for a higher limit for certain businesses.	1	\$250,000.
2	Total cost of section 179 property placed in service (see instructions).	2	
3	Threshold cost of section 179 property before reduction in limitation (see instructions)	3	\$800,000.
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0.	4	
5	Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0. If married filing separately, see instructions.	5	
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
7	Listed property. Enter the amount from line 29	7	
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7.	8	
9	Tentative deduction. Enter the smaller of line 5 or line 8.	9	
10	Carryover of disallowed deduction from line 13 of your 2007 Form 4562.	10	
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5 (see instrs)	11	
12	Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11.	12	
13	Carryover of disallowed deduction to 2009. Add lines 9 and 10, less line 12.	13	

Note: Do not use Part II or Part III below for listed property. Instead, use Part V.

Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property.) (See instructions.)

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year (see instructions).	14	225.
15	Property subject to section 168(f)(1) election.	15	
16	Other depreciation (including ACRS).	16	

Part III MACRS Depreciation (Do not include listed property.) (See instructions.)**Section A**

17	MACRS deductions for assets placed in service in tax years beginning before 2008.	17	7,981.
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here <input type="checkbox"/>		

Section B - Assets Placed in Service During 2008 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only - see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19 a 3-year property.						
b 5-year property.						
c 7-year property.		225.	7	HY	150DB	24.
d 10-year property.						
e 15-year property.						
f 20-year property.						
g 25-year property.			25 yrs		S/L	
h Residential rental property.			27.5 yrs	MM	S/L	
i Nonresidential real property.			27.5 yrs	MM	S/L	
			39 yrs	MM	S/L	
				MM	S/L	

Section C - Assets Placed in Service During 2008 Tax Year Using the Alternative Depreciation System

20 a Class life.					
b 12-year.			12 yrs		S/L
c 40-year.			40 yrs	MM	S/L

Part IV Summary (See instructions.)

21	Listed property. Enter amount from line 28.	21	624.
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations - see instructions.	22	8,854.
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs.	23	

BAA For Paperwork Reduction Act Notice, see separate instructions.

FD-20812L 06/12/03

Form **4562** (2008)

Part V Listed Property (Include automobiles, certain other vehicles, cellular telephones, certain computers, and property used for entertainment, recreation, or amusement.)

Note: For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete *only* 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable.

Section A – Depreciation and Other Information (Caution: See the instructions for limits for passenger automobiles.)

24a Do you have evidence to support the business/investment use claimed? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No									24b If 'Yes,' is the evidence written? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	
(a) Type of property (list vehicles first)	(b) Date placed in service	(c) Business/investment use percentage	(d) Cost or other basis	(e) Basis for depreciation (business/investment use only)	(f) Recovery period	(g) Method/Convention	(h) Depreciation deduction	(i) Elected section 179 cost		
25 Special depreciation allowance for qualified listed property placed in service during the tax year and used more than 50% in a qualified business use (see instructions).									25	
26 Property used more than 50% in a qualified business use:										
JEEP	1/01/05	100.0	3,748.	3,748.	5.0	150DB HY	624.			
27 Property used 50% or less in a qualified business use:										
28 Add amounts in column (h), lines 25 through 27. Enter here and on line 21, page 1									28	624.
29 Add amounts in column (i), line 26. Enter here and on line 7, page 1									29	0.

Section B – Information on Use of Vehicles

Complete this section for vehicles used by a sole proprietor, partner, or other 'more than 5% owner,' or related person. If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles.

	(a) Vehicle 1		(b) Vehicle 2		(c) Vehicle 3		(d) Vehicle 4		(e) Vehicle 5		(f) Vehicle 6	
30 Total business/investment miles driven during the year (do not include commuting miles)												
31 Total commuting miles driven during the year												
32 Total other personal (noncommuting) miles driven												
33 Total miles driven during the year. Add lines 30 through 32												
	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No
34 Was the vehicle available for personal use during off-duty hours?												
35 Was the vehicle used primarily by a more than 5% owner or related person?												
36 Is another vehicle available for personal use?												

Section C – Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who are not more than 5% owners or related persons (see instructions).

37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?	Yes	No
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See the instructions for vehicles used by corporate officers, directors, or 1% or more owners		
39 Do you treat all use of vehicles by employees as personal use?		
40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received?		
41 Do you meet the requirements concerning qualified automobile demonstration use? (See instructions.)		
Note: If your answer to 37, 38, 39, 40, or 41 is 'Yes,' do not complete Section B for the covered vehicles.		

Part VI Amortization

(a) Description of costs	(b) Date amortization begins	(c) Amortizable amount	(d) Code section	(e) Amortization period or percentage	(f) Amortization for this year
42 Amortization of costs that begins during your 2008 tax year (see instructions):					
43 Amortization of costs that began before your 2008 tax year					
44 Total. Add amounts in column (f). See the instructions for where to report					44

MAKE YOUR CHECK PAYABLE TO THE "UNITED STATES TREASURY"
AND MAIL FORM 4868 WITH YOUR PAYMENT TO:

INTERNAL REVENUE SERVICE
P.O. BOX 1302
CHARLOTTE, NC 28201-1302

▲ Detach Here ▲

Form **4868**

Department of the Treasury
Internal Revenue Service (99)

**Application for Automatic Extension of Time
To File U.S. Individual Income Tax Return**

For calendar year 2008, or other tax year beginning

, 2008, ending

1030
FDIA4601L 06/09/08

2008

Part I Identification

J. CRAIG JAMES
MARILYN JAMES
WAGNER, EUBANK & NICHOLS, LLP
5950 BERKSHIRE, #300
DALLAS, TX 75225

Part II Individual Income Tax

- 4 Estimate of total tax liability for 2008 \$ 148,000.
- 5 Total 2008 payments 83,000.
- 6 **Balance due.** Subtract line 5 from line 4 (see instructions) 65,000.
- 7 Amount you are paying (see instructions) 65,000.
- 8 Check here if you are 'out of the country' and a U.S. citizen or resident (see instructions) ☐
- 9 Check here if you file Form 1040NR or 1040NR-EZ and did not receive wages as an employee subject to U.S. income tax withholding ☐

J. CRAIG AND MARILYN JAMES

**STATEMENT 1
FORM 1040
WAGE SCHEDULE**

TAXPAYER - EMPLOYER	WAGES	FEDERAL W/H	FICA	MEDI- CARE	STATE W/H	LOCAL W/H
AMER BROAD PROD SVCS INC	315,346.	72,266.	6,324.	4,573.	22,244.	
TOTAL	315,346.	72,266.	6,324.	4,573.	22,244.	0.
SPOUSE - EMPLOYER	WAGES	FEDERAL W/H	FICA	MEDI- CARE	STATE W/H	LOCAL W/H
CELINA ISD						
TOTAL						0.
GRAND TOTAL	315,346.	72,266.	6,324.	4,573.	22,244.	0.

**STATEMENT 2
FORM 1040
IRA DISTRIBUTION SCHEDULE**

TAXPAYER - PAYER	TOTAL RECEIVED	TAXABLE AMOUNT	FEDERAL W/H	STATE W/H
CHASE - ROLLOVER	17,805.	0.		
GRAND TOTAL	17,805.	0.	0.	0.

**STATEMENT 3
FORM 1040, LINE 8B
TAX-EXEMPT INTEREST**

PAYER	IN-STATE MUNICIPAL BONDS	PRIVATE ACTIVITY BONDS	TOTAL
NATIONAL FINANCIAL SERVICES.....			14.
TOTAL	0.	0.	14.

**STATEMENT 4
SCHEDULE A, LINE 10
HOME MORTGAGE INTEREST REPORTED ON FORM 1098**

AMOUNT IN EXCESS OF \$1 MILLION.....	\$	-7,048.
CHASE HOME FINANCE LLC-		11,174.
CHASE HOME FINANCE LLC-		55,484.
TOTAL	\$	59,610.

J. CRAIG AND MARILYN JAMES

**STATEMENT 5
SCHEDULE A, LINE 14
INVESTMENT INTEREST**

INVESTMENT INTEREST - CAPE COD.....	\$	45,690.
INVESTMENT INTEREST - LUBBOCK.....		9,348.
INVESTMENT INTEREST FROM K-1.....		623,817.
DISALLOWED INVESTMENT INTEREST (FORM 4952).....		-111,293.
TOTAL	\$	<u>567,562.</u>

**STATEMENT 6
SCHEDULE A, LINE 16
CONTRIBUTIONS BY CASH OR CHECK**

CHARITABLE CONTRIBUTIONS FROM K-1.....	\$	7,862.
EVANGELISTIC ASSOCIATION.....		1,000.
FIRST BAPTIST CHURCH OF CELINA.....		4,400.
NFL ALUMNI.....		100.
PROJECT CARE.....		300.
TEXAS TECH UNIVERSITY.....		850.
TOTAL	\$	<u>14,512.</u>

2008

FEDERAL STATEMENTS

PAGE 3

J. CRAIG AND MARILYN JAMES

STATEMENT 7
 SCHEDULE E, PAGE 2
 PART II - INCOME OR LOSS FROM PARTNERSHIPS AND S CORPORATIONS

NAME	TYPE	X IF FOREIGN	EMPLOYER I.D. NO.	ANY INVT. NOT AT RISK	PTP	PASSIVE LOSS FROM FORM 8582	PASSIVE INC. FROM SCH. K-1	NONPASSIVE LOSS FROM SCH. K-1	SECTION 179 DEDUCTION	NONPASSIVE INCOME FROM K-1
DALTON BEND RANCH LTD	P							\$ 365,563.		
EMERGING LAND MARKETS, LP	P							4,437.		
EMERGING LAND MARKETS GP, LLC	P							305.		
MF 380 TOLLWAY WEST, LP	P									
OALTON BENO RANCH LTD	P						\$ 13,184.			
PYA: PASSIVE CARRYOVER	P					\$ 5,318.				
MARILYN ENTERPRISES, INC.	S					63.				
OTTER CREEK CLUB, GP INC.	S					49.				
PYA: PASSIVE CARRYOVER	S									
TOTAL						\$ 5,430.	\$ 13,184.	\$ 370,305.	\$ 0.	\$ 0.